

Norman H. Bangerter, Governor Dee C. Hansen, Executive Director Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

March 22,1985

CERTIFIED RETURN RECEIPT REQUESTED P 396-996-949

Mr. Leon Munyan Sunshine Mining Company P. 0. Box 250 Eureka, Utah 84628

Dear Mr. Munyan:

Re: Bond Submittal, Burgin Project, ACT/049/009, Utah County, Utah

Approximately two months ago, the Board of Oil, Gas and Mining approved the form and amount of surety for the Burgin Project. However, Sunshine has not yet come forth with the bond in the approved amount as of this time.

As you are aware, Sunshine has been operating the Trixie Mine without a permit since it acquired the property. The Division has allowed this to occur since Sunshine was working with the Division in putting together a Mining and Reclamation Plan. However, at this point, it appears that Sunshine is no longer showing a good faith effort to finalize the permitting in an expedient manner, since the bond is the only impediment to the issuance of a final permit. Therefore, the Division has no choice but to take the issue back to the Board of Oil, Gas, and Mining, and ask for a determination of whether or not the Trixie Mine should be allowed to continue to operate without a permit, unless Sunshine posts the required bond within the next month.

Page 2 Mr. Leon Munyan ACT/049/009 March 22, 1985

If the Division can provide any assistance in finalizing the permitting process, please contact Susan C. Linner or Randy Harden of my staff.

Sincerely,

L. P. Braxton

Administrator
Mineral Resource Development
and Reclamation Program

SCL:jvb

cc: R. Daniels

R. Harden

S. Linner

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